

BOB F. ANDERSON, PE, INC.
PETROLEUM ENGINEERS & CONSULTANTS
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May 15, 2002

Honorable Philip N. Asprodites,
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Proposed Additional Units
Lower Cotton Valley Zone, Reservoir A
Elm Grove Field
Bossier Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **CAMTERRA RESOURCES, INC.**, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Lower Cotton Valley Zone, Reservoir A, Elm Grove Field, Bossier Parish, Louisiana:

1. To establish two (2) additional 640 +/- acre drilling and production unit for the exploration for and the production of gas and condensate for the Lower Cotton Valley Zone, Reservoir A, Elm Grove Field, Bossier Parish, Louisiana, such units being designated LCV RA SU 65 and LCV RA SU66, shown on the attached plat and being made a part hereof.
2. To force pool and integrate all separately owned tracts, mineral leases and other property within each of the proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract to share in the unit production on a surface acreage bases of participation.
3. To designate Camterra Resources, Inc., as the unit operator for the proposed LCV RA SU65 and the LCV RA SU66.
4. To designate the proposed Camterra Resources, Inc.- Henigan No. 1 Well as the unit well for the LCV RA SU65, at a legal location, and their Murphy No. 6, Murphy No. 7 and the Killen No. 15 Wells as alternate unit wells, in exception to the spacing provisions of the 361-E Series of Office of Conservation Orders.
5. To designate the proposed Camterra Resources, Inc. - Tompkins No. 9 Well as the unit well for the LCV RA SU66, at a legal location, and their Willis No. 4, Kincaide No. 1, Kincaide No. 2, Tompkins No. 8, DeGuerce No. 2, DeGuerce No. 3 and the DeGuerce No. 4 Wells as alternate unit wells, in exception to the spacing provisions of the 361-E Series of Office of Conservation Orders.

6. To permit the unit operator of the proposed units to produced the assigned unit allowable form the unit well, the alternate unit wells or from a combination of all wells at its discretion.
7. To find that alternate unit wells will assist in the efficient and effective drainage of each unit.
8. To extend the provisions of the 361-E Series of Office of Conservation Orders and other applicable statewide orders to the Lower Cotton Valley Zone, Reservoir A units being proposed herein.
9. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Lower Cotton Valley Zone, Reservoir A, in the Elm Grove Field, Bossier Parish, Louisiana, was defined in Office of Conservation Order No. 361-E, effective July 16, 1996.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained **at the expense of the requesting party.**

A pre-application notice was sent to all parties stating a time and date to discuss the application and any objections thereto, however, no request for a conference was received, therefore, no conference was held.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this intended application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation and to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

A check is attached, made payable to the Office of Conservation, to cover the applicable hearing fee.

Hon. Felix J. Bourdeaux
Elm Grove Field
3

Yours truly,

A handwritten signature in dark ink, appearing to read "B. F. Anderson", with a long horizontal flourish extending to the right.

B. F. Anderson, PE for
CAMTERRA RESOURCES, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation
Interested Owners, Represented Parties and Interested Parties

